Local Agency Military Base Recovery Area Deduction and Credit Summary

Attach to your California tax return.

☐ Social security ☐ Corporation number ☐ FEIN

Name(s) as shown on return

Secretary of State file number

A. Check the appropriate box for your entity type:
☐ Individual ☐ Estate ☐ Trust ☐ C corporation ☐ S corporation ☐ Partnership
☐ Exempt organization ☐ Limited liability company ☐ Limited liability partnership

B. Enter the name of the Local Agency Military Base Recovery Area (LAMBRA) business: _____

C. Enter the address (actual location) where the LAMBRA business is conducted:
_____

D. Enter the name of the LAMBRA in which the business and/or investment activity is located.
_____

E. Principal Business Activity Code number of the LAMBRA business . . . . _____
Enter the six-digit number from the Codes for Principal Business Activity.

F. Total number of employees in the LAMBRA . . . . _____

G. Number of employees included in the computation of the hiring credit, if claimed . . . . _____

H. Number of new employees included in the computation of the hiring credit, if claimed . . . . _____

I. Gross annual receipts of the business . . . . _____

J. Total asset value of the business . . . . _____

Part I   Net Increase in Jobs

Note: Complete Part I only if you have been doing business in a LAMBRA for two years.

1 a Net increase in jobs within California . . . . **1a** _____

b Full-time employees within the LAMBRA during the 1st taxable year . . . . **1b** _____

c Full-time employees within the LAMBRA during the 2nd taxable year . . . . **1c** _____

Part II   Credits Used and Recaptured

2 Hiring and sales or use tax credits claimed on the current year return:

a Hiring credit from Schedule Z, line 8A, column (f) or line 10, column (f) . . . . **2a** _____

b Hiring credit recapture from Worksheet I, Section B, line 2 . . . . **2b** _____

c Sales or use tax credit from Schedule Z, line 9A, column (f) or line 11, column (f) . . . . **2c** _____

d Sales or use tax credit recapture from Worksheet II, Section B, line 2 . . . . **2d** _____

e Add line 2a and line 2c . . . . ▊ **2e** _____

Note: To compute the amount of credits to carryover, complete Schedule Z on Side 2.

Part III   Business Expense Deduction for Equipment Purchases and Recaptures

3 a Enter the cost of qualified property purchased for the LAMBRA that is being deducted as a current year
business expense from Worksheet III, Section A, line 4 . . . . **3a** _____

ELECTION: The act of deducting a portion of the cost of any property as a current year expense rather than adding it to the
capital account constitutes an election to treat that property in accordance with R&TC Section 17268 or 24356.8. That
election may not be revoked except with the written consent of the Franchise Tax Board (FTB).

b Business expense deduction recapture from Worksheet III, Section B, line 2 . . . . **3b** _____

Part IV   Portion of Business Attributable to the LAMBRA

4 Enter the average apportionment percentage of your business that is in the LAMBRA from Worksheet IV, Section A, line 4.
If your business is wholly within one LAMBRA, the average apportionment percentage is 100% (1.00) . . . . **4** _____

Part V   Net Operating Loss (NOL) Carryover and Deduction

5 a Enter the total NOL carryover from prior years from Worksheet V, Section C, line 15, column (b) . . . . **5a** _____

b Enter the total NOL deduction used in the current year from Worksheet V, Section C, line 15, column (c).
Enter this amount on Schedule CA (540 or 540NR), line 21e, column B; Form 100, line 21; Form 100W, line 21;
Form 100S, line 19; or Form 109, line 3 or line 11 . . . . **5b** | **SUSPENDED** |

c Enter the total NOL to carryover to future years from Worksheet V, Section C, line 15, column (e) . . . . **5c** _____

ELECTION: For those taxpayers eligible for an NOL carryover under R&TC Section 17276.2, 17276.4, 17276.5, 1,7276.6, 24416.2,
24416.4, 24416.5, or 24416.6, the act of claiming an NOL carryover on this form constitutes the **irrevocable** election to apply the
loss under R&TC Section 17276.5 or 24416.5, for qualified businesses with a LAMBRA. If you elect to carryover an NOL
under any of these provisions, you are prohibited by law from carrying over any other type of NOL from this year.

Schedule Z Computation of Credit Limitations — LAMBRA

Part I Computation of Credit Limitations. See instructions.

1 Trade or business income. **Individuals:** Enter the amount from Worksheet IV, Section C, line 14, column (c) on this line and on line 3 (skip line 2). See instructions. **Note:** Corporations which file a combined report, enter the taxpayer's business income assigned to California (see instructions for Part IV)	**1**
2 **Corporations:** Enter the average apportionment percentage from Worksheet IV, Section A, line 4. See instructions	**2**
3 Multiply line 1 by line 2	**3**
4 Enter the LAMBRA NOL deduction from Worksheet V, Section C, line 15, column (c)	**4** SUSPENDED
5 LAMBRA taxable income. For 2003 tax year, enter the amount from line 3	**5**
6 a Compute the amount of tax due using the amount on line 5. See instructions .. **6a**	
b Enter the amount of tax from Form 540, line 24; Long Form 540NR, line 27; Form 541, line 21; Form 100, line 24; Form 100W, line 24; Form 100S, line 22; or Form 109, line 7 or line 15. Corporations, combined groups, and S corporations, see instructions **6b**	
7 Enter the smaller of line 6a or line 6b. This is the limitation based on LAMBRA business income. Go to Part II, Part III, or Part IV and see the applicable instructions	**7**

Part II Limitation of Credits for Corporations, Individuals, Estates, and Trusts. See instructions.

(a) Credit name		(b) Credit amount	(c) Total prior year carryover	(d) Total credit col. (b) plus col. (c)	(e) Limitation based on LAMBRA business income	(f) Used on Schedule P can never be greater than col. (d) or col. (e)	(g) Carryover col. (d) minus col. (e)
8 Hiring credit	A	//////	//////	//////			//////
	B					//////	
9 Sales or use tax credit	A	//////	//////	//////			//////
	B					//////	

Part III Limitation of Credits for S Corporations Only. See instructions.

(a) Credit name	(b) Credit amount	(c) S corporation credit col. (b) multiplied by 1/3	(d) Total prior year carryover	(e) Total credit col. (c) plus col. (d)	(f) Credit used this year by S corporation	(g) Carryover col. (e) minus col. (f)
10 Hiring credit						
11 Sales or use tax credit						

Part IV Limitation of Credits for Corporations and S Corporations Subject to Paying Only the Minimum Franchise Tax. See instructions.

(a) Credit name	(b) Credit amount	(c) Total prior year carryover	(d) Total credit carryover col. (b) plus col. (c)
12 Hiring credit			
13 Sales or use tax credit			